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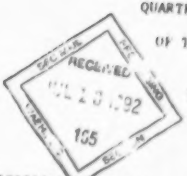
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Form 10-Q

QUARTERLY REPORT UNDER SECTION 13 OR 15(d)

OF THE SECURITIES EXCHANGE ACT OF 1934



For Quarter Ended May 31, 1992

File Number 2-73619-NY

IFC Lonerp, Inc.
(Exact Name of registrant as specified in its charter)

New Jersey	22-2175591
(State or other jurisdiction of incorporation or organization)	(I.R.S. employer identification no.)

441 Market Street, Saddle Brook, New Jersey 07662
(Address of principal executive offices) (Zip Code)

Registrant's telephone number including area code (201) 843-6600

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter periods that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes X No ____

The number of shares of the registrant's common stock outstanding as of May 31, 1992 was:

Common Stock, par value $.01 per share, 3,668,822

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JFC LASERS, INC.

BALANCE SHEETS
(Unaudited)

	May 31, 1992	August 31, 1991
ASSETS		
CURRENT ASSETS:		
Cash	$ 160	$ 473
Accounts receivable, net of allowance for doubtful accounts of $2,500	44,584	19,566
Inventories (Note 3)	63,006	27,423
Other current assets	29,238	17,887
Total current assets	136,988	65,349
EQUIPMENT AND LEASEHOLD IMPROVEMENTS, Net	2,048	3,911
DUE FROM ROBOTIC LASERS, INC. (Note 4)	-	314,343
OTHER ASSETS	3,379	3,379
	$ 142,415	$ 386,982
LIABILITIES AND STOCKHOLDERS' EQUITY (DEFICIT)		
CURRENT LIABILITIES:		
Secured note payable	$ 368,522	$ 338,492
Notes payable, Coherent (Note 6)	185,110	120,108
Notes payable, other	65,773	65,773
Accounts payable	72,987	41,779
Salaries and employee benefits	11,188	6,269
Accrued and other current liabilities	50,311	43,048
Total current liabilities	753,891	615,469
CONTINGENCY (Note 5)		
STOCKHOLDERS' EQUITY (DEFICIT):		
Common stock - $.01 par value; authorized 20,000,000 shares; outstanding: 3,668,822 shares	36,688	36,688
Capital in excess of par value	2,699,360	2,699,360
Accumulated deficit	(3,347,524)	(2,964,535)
Total stockholders' equity (deficit)	(611,476)	(228,487)
	$ 142,415	$ 386,982

The accompanying notes to financial statements are an integral part of these statements.

JEC LASERS, INC.

STATEMENTS OF OPERATIONS (Note 2)
(Unaudited)

	Three Months Ended May 31,		Nine Months Ended May 31,	
	1992	1991	1992	1991
Revenue:				
Net sales	$115,123	$268,254	$329,286	$457,714
Costs and expenses:				
Cost of sales	67,263	128,870	202,078	244,078
Selling, general and administrative	70,068	91,068	210,836	228,459
Bad debt expense - Robotic (Note 4)	266,450	-	266,450	-
	398,781	219,938	679,364	472,537
Income (Loss) from operations	(283,658)	48,316	(350,078)	(14,823)
Other income (expense)-interest, etc.	(11,363)	(10,387)	(32,911)	(27,663)
Net income (loss)	($295,021)	$ 37,929	($382,989)	($ 42,486)
Income (Loss) per common share	($.080)	$.010	($.104)	($.012)
Weighted average number of common shares outstanding	3,668,822	3,668,822	3,668,822	3,668,822

The accompanying notes to financial statements are an integral part of these statements.

JEC LASERS, INC.
STATEMENTS OF CASH FLOWS
(Unaudited)

	Nine Months Ended May 31,	
	1992	1991
Cash flows from operating activities:		
Net (loss)	($382,989)	($ 42,486)
Adjustments to reconcile net income to net cash provided by (applied to) operating activities:		
Depreciation and amortization	1,863	1,662
Write-off of Robotic receivable (Note 4)	266,450	-
Change in assets and liabilities:		
(Increase) in accounts receivable, net	(25,018)	(49,666)
(Increase) in inventories	(35,583)	(1,987)
(Increase) in other assets	(11,351)	(2,139)
Increase (Decrease) in accounts payable	30,002	(12,068)
Increase in accrued liabilities, salaries and employee benefits and other current liabilities	12,182	1,112
Net cash applied to operating activities	(144,444)	(105,572)
Cash flows from investing activities:		
Purchase of equipment	-	(1,522)
(Advances to) repayment from Robotic Lasers, Inc.	49,099	(48,980)
Net cash provided by (applied to) investing activities	49,099	(50,502)
Cash flows from financing activities:		
Repayment of notes payable	-	(25,000)
Proceeds from notes payable	95,032	180,707
Net cash provided by financing activities	95,032	155,707
Net (decrease) in cash	(313)	(367)
Cash at beginning of year	473	1,191
Cash at end of the period	$ 160	$ 824

The accompanying notes to financial statements are an integral part of these statements.

IFC LASERS, INC.

NOTES TO FINANCIAL STATEMENTS
(Unaudited)

Note 1 Basis of Presentation

The accompanying financial statements as at May 31, 1992 and for the three-month and nine-month periods ended May 31, 1992 and May 31, 1991 are unaudited; however, in the opinion of management of IFC Lasers, Inc. such statements include all adjustments (consisting of normal recurring accruals) necessary to a fair statement of the information presented therein. The balance sheet as at August 31, 1991 was derived from the unaudited financial statements at such date.

Pursuant to accounting requirements of the Securities and Exchange Commission applicable to quarterly reports on Form 10-Q, the accompanying financial statements and these notes do not include all disclosures required by generally accepted accounting principles for complete financial statements. Accordingly, these statements should be read in conjunction with the Company's most recent annual financial statements.

Results of operations for interim periods are not necessarily indicative of those to be achieved for full fiscal years.

Note 2 Operations

Through May 31, 1992, the Company continued to experience difficulty in funding current operations. Management is continuing its efforts to conserve cash and improve the Company's financial position by settling past due accounts payable. In order to deal with its past-due accounts payable and other liabilities, the Company arranged a meeting of its general creditors which was held on March 11, 1987. During that meeting, a creditors' committee was formed and the committee engaged legal counsel. The Company formulated an out-of-court settlement plan which called for a payment of 10¢ on the dollar. The plan was accepted by a majority of the Company's creditors. As of May 31, 1992, approximately $616,700 or 96.3% of the Company's unsecured trade payables have been settled under the aforementioned terms.

Note 3 Inventories

Inventories consist of the following:

	May 31, 1992	August 31, 1991
Components, parts and subassemblies	$15,506	$27,423
Work in process	42,500	-
Finished goods	5,000	-
	$63,006	$27,423

Note 4 Due from Robotic Lasers, Inc.

Robotic Lasers is in the development stage and has not yet generated any significant revenues from operations. Robotic Lasers' funds to date have been provided by borrowings from JEC Lasers, Saddle Brook Investors and from an officer and shareholder of Robotic Lasers. However, due to a present lack of funds, Robotic Lasers has suspended operations. Robotic Lasers is seeking to obtain funds through a public offering of securities and through other sources. At May 31, 1992, the receivable from Robotic was deemed uncollectible and written off.

Note 5 Contingency

On July 19, 1989, Patlex Corporation filed suit against JEC Lasers in the United States District Court, District of New Jersey. The suit claims that JEC Lasers became bankrupt and has made an assignment for benefit of creditors and seeks to enjoin JEC Lasers from effecting a transfer of its rights, licenses and obligations under its License Agreement without the prior written consent of Patlex. The Company has filed a counteraction against Patlex seeking compensatory and punitive damages.

Note 6 Notes payable - Coherent

During the year ended August 31, 1991, the Company signed a letter of intent with Coherent, Inc. to enter into an agreement whereby Coherent would be granted an option to acquire JEC Lasers. The option, which is exercisable at the discretion of Coherent over a 24-month period, is subject to the completion of a formal agreement, the approval of the boards of directors of both companies and the stockholders of JEC, and the favorable disposition of the pending lawsuit between JEC and Patlex (see Note 5).

Pending the completion of the transaction, Coherent will provide JEC with a line of credit up to $450,000. As of May 31, 1992, Coherent has advanced JEC $185,110 against this line of credit. These notes bear interest at 10% per annum (with the exception of advances for attorneys fees which are currently non-interest bearing) and are to be repaid from accounts receivable collections. Advances for attorneys fees would begin to accrue interest at a rate of 10% per annum beginning on the date that Coherent notifies JEC that they will not exercise the option and the notes would then be payable one year from that date.

MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

Liquidity and Capital Resources

At May 31, 1992, current assets were lower than current liabilities by $616,903, while at August 31, 1991, current assets were lower than current liabilities by $550,120. The current ratio was 0.18:1 at May 31, 1992 compared to 0.11:1 at August 31, 1991.

Through May 31, 1992, the Company continued to experience difficulty in funding current operations. Management is continuing its efforts to conserve cash and improve the Company's financial position by settling past due accounts payable. In order to deal with its past-due accounts payable and other liabilities, the Company arranged a meeting of its general creditors which was held on March 11, 1987. During that meeting, a creditor's committee was formed and the committee engaged legal counsel. The Company formulated an out-of-court settlement plan which called for a payment of 10¢ on the dollar. The plan was accepted by a majority of the Company's creditors. As of May 31, 1992, approximately $616,700 or 96.3% of the Company's unsecured trade payables have been settled under the aforementioned terms.

During the year ended August 31, 1991, the Company signed a letter of intent with Coherent, Inc. to enter into an agreement whereby Coherent would be granted an option to acquire JEC Lasers. Pending the completion of the transaction, Coherent will provide JEC with a line of credit of $450,000. As of May 31, 1992, Coherent has advanced JEC $185,110 against this line (see Note 6).

Operations

Total revenues for the three and nine months ended May 31, 1992 decreased $153,131 or 57.1% and $128,428 or 28.1%, respectively, from the prior year periods. Net loss for the three months ended May 31, 1992 amounted to $295,021 or 8.0 cents a share compared to net income of $37,929 or 1 cent a share for the prior year period. The net loss for the nine months ended May 31, 1992 amounted to $382,989 or 10.4 cents a share compared to a net loss of $42,486 or 1.2 cents a share for the prior year period. The loss in both 1992 periods includes a one-time charge to operations of $266,450 or 7.3 cents a share to write off an uncollectible receivable from Robotic (see Note 4).

The sales order backlog of the Company was $111,112 as of May 31, 1992 compared with $101,592 at August 31, 1991. Management believes that the Company's difficulty in maintaining a reasonable level of sales order backlog is mainly due to the concern of potential customers about the Company's financial situation and to the Company's reduced marketing efforts.

Cost of sales, expressed as a percentage of sales, increased to 54.1% for the three months ended May 31, 1992 compared to 48.0% in the 1991 period. Cost of sales, expressed as a percentage of sales, was 61.4% for the nine months ended May 31, 1992 compared to 53.3% in the prior year period. Selling, general and administrative expenses decreased $21,000 and $17,623 for the three-month and nine-month periods, respectively, compared to the prior year periods. The decrease is primarily due to a decrease in legal costs in 1992 from the Company's lawsuit with Patlex (see Note 5) and from lower sales commissions incurred due to the lower level of sales. Research and development expenses have been eliminated for the time being.

PART II. OTHER INFORMATION

Item 6. Exhibits and Reports on Form 8-K.

(b) Reports on Form 8-K.

No reports on Form 8-K were filed during the three months ended May 31, 1992.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

JEC LASERS, INC.

Date 7/9/92

John W. Wasko
President and Principal
Financial Officer